# BRITISH CHIEFS STRIVING TO AVERT IRISH W



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## R. T. DIRECTORS STAND FIRM; WON'T WAIVE IMMUNITY

#### **BELMONT SAYS TRANSACTIONS** U. S. DESTROYER WITH I. R. T. ARE AN OPEN BOOK

Signing of Immunity Waiver Would Be Tacit Admission of Being Criminal.

Six of the Seven Subpoenaed Appear at Hearing-Further Action as to Testimony Delayed-Nicoll Hears of Receivership Move.

Six of the seven directors of the Interborough Rapid Trans: Co appeared before the Transit Commision in the inquiry into the affairs of the transit corporation to-day and, counsel, refused to sign waiv-rs of immunity. After August Belmont had personally refused to of the Transit Commission announced that in view of the developments no further questions would be asked. The Interborough directors were allowed to depart and the hearing continued with Horace M. Fisher, Secretary of the Interborough, on the

While Mr. Belmont was on the witjust received a message, announced that Clarence Venner, who is trying to throw the Interborough into a receivership, had instituted a court action to that end, and he would have to withdraw from the proceedings in the new angle: John G. Milburn, who took up the legal battle for the direccors, then announced that he had advised them to refuse to sign immunity waivers, and suggested that the commission take an adjournment and con ilder, for a few days, the advisability of allowing the Interborough heads to testify without waiving their rights as to immunity. The dismissal directors followed this auggestion.

MR. BELMONT ONLY WITNESS ON THE STAND.

Clarence J. Shearn, counsel to the commission, in speaking to Mr. Belmont, the first and only director witness called, referred to "criminal as Crew Start to Pump Out the Verdict Is Likely To-Morrow, well as civil liability" for certain acts of the directors, such as paying dividends which were not earned. later on Mr. Milburn | id that if Mr. Belmont or any other director signed a waiver of immunity he

self a criminal. While it would appear that the directors of the Interborough violated the corporation laws as set forth in the Penal Code, the offense is characterized as a misdemeanor. The last allegedly illegul act was the declara- Bahamas. tion of a dividend on Jan. 2, 1919thirty-five months ago Under the law directors of corporations accused of violations of the law amounting to misdemeanors are immune if prosecution is not begun before two years

Six solemn looking commanders in chief of finance filed into the hearing room of the Transit Commission at 11 o'clock. Daniel G. Reid and F.

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The World

### Counsel for Directors Declares LAW ON DIVIDEND PAYMENT OUT OF THE SURPLUS ONLY Department of Justice Under-

Misdemeanor to Pay to Stockholders Any Part of Capital Stock Without Consent of Legislature.

Section No. 594. Chapter No. 11, of the Penal Code provides;

A director of a glock corporation who concurs in any vote or act of the directors of such corporation, or any of them, by which it is intended: 1-To make a dividend except from the surplus profits arising

from the business of the corporation and in the cases and manner al-

lowed by law; or, 2-To divide, withdraw or in any manner pay to the stockholders or any of them any part of the capital stock of the corporation; or to reduce such capital stock without the consent of the Legislature;

or, &c., 18 GUILTY OF A MISDEMEANOR. Clarence J. P - counsel to the Transit Commission, by questions ....ived from Chief Auditor Gaynor and President

Hedley of the Interborough established: That dividends were made from funds other than surplus profits acising from the business of the corporation.

That dividends were paid out of the capital stock. That, by manipulation, the capital stock was reduced without the consent of the Legislature

It is a question if the Statute of Limitations has not intervened to protect the directors of the Interporough. On Jan. 2, 1919, project dividend which was not warranted by profits. In misdem or cases the Statute of Limitations runs only two years, so that vi wing this ness stand, Delancey Nicoll, who had transaction by itself, liability expired on Jan. 2 of this year.

However, in view of the fact that the last statement of the ough, if it were prepared according to the true state of the finances of the corporation, would show a deficit, some lawyers believe that the contention could be set up that the alleged illegal acts of the Interborough can be held to be continuing-that is, such acts might be construed to be repetitions on each occasion when statements were issued which did not show the true financial state of the company. Statements of this kind and reports of this character have been made within two years.

as Only Two Witnesses

Are Yet to Testify.

SAN FRANCISCO, Dec. 1 .- With

ness that may have caused her death

Arbuckle's lawyers expressed per-

courtroom with two of his lawyers.

"Goin' home to-night, Rozcoe?"

but he is 'Fatty' Arbuokle, backed by

"Everywhere we have turned in this

CINCINNATI, Dec. 1 .- Francis Wil-

son, actor, is ill at St. John's Hospital

in St. Louis. He took cold and binddder

trouble developed, it is said. An oper-

ation may be necessary. A. .....

the motion picture industry.

to-day.

shouted a friend.

rotund comedian.

# SHE MAKES PORT AS CASE NEARS END

Hold, but Find They were Pumping the Ocean.

would by that act tacitly admit him- this port to-day-the Standard Oil only two more witnesses to be called, twenty. With nothing but the ocean probably be the last day of taking where her bottom should have been.

On Oct. 20 the tanker left here in ballast for Texas City. A hurricane scraping across Stranger Reef. The from the date of the allegedly illegal to Manatilla Reef, and there she is:

> The pumps worked all right, but the quantity of water in the hold did not diminish. Soon the men learned that instead of pumping out the hold they were trying to pump out the whole ocean, a discouraging task. Thus they learned that the bottom

The wireless brought two wreckng tugs of the Merritt-Chapman Company. What they did was to put a fot of tanks in the hold and then pack them full of compressed air. The ship floated off and they towed

her to New York. It is said that this is the first time a ship ever came into port without a bottom. Capt. McKenzie said the case we have hit a stone wall, and it reefs was that she was built on what me," he declared. ne called the "longitudinal system," invented by Sir Joseph Isherwood. MAY OPERATE ON ACTOR WILSON. the beams running lengthways of the ship instead of aeross.

THE WORLD TRAVEL BUREAU.

Pulling (World) Building 51-55 Park

Pulling (World) Building 65-65 Park

## MAY TAKE MORSE OFF LINER PARIS

stood to Have Asked Navy to Send Warship.

NOW NEARING HAVRE.

Shipping Man Ordered Held Aboard Ship by Radio, It Is Said.

WASHINGTON, Dec. 1 .- The Department of Justice was understood York, who is reported to have left the country in the face of a Grand Jury nvestigation of his ship contracts. It was understood that a destroye

would put to sea from a French port within a few hours to intercept the Paris, which left New York last Fri While neither Attorney Genera

Daugherty nor other Justice Department high officials would discuss the reported departure, it was learned that every agency of the government would be used in effecting his re turn to this country.

The department's request for as sistance from the Navy Department was understood to be on the theory that the legal questions involved in the return of Morse would be thrashed out when he was brought

Immediately upon receipt of the

report that Morse had left the country, the department was understood hold Morse for return to America. While Justice Department officials would not discuss the sailing of Morse ing brought to bear upon his capture

#### SAILED SECRETLY AS "C. MORRIS" ON PARIS LAST WEEK

Departure Escaped Notice in Excitement of Briand Farewells.

Charles W. Morse, it was definitely Morris Asked for his address, he those sitting nearby. room No. 239.

passport and said: "You are Mr. Morse, the shipping

man, aren't you?" "Yes, yes," was the reply. Morse, fect confidence in the butcome of the case. So did Arbuckle. He engaged

in a smiling conference outside the nervous. Later when checking up the passenger list with the clerk who attended to the baggage, Burgeois says "Yep, come on up," answered the he failed to see the name of Morse and asked about it. The clerk said he had no Morse on his list where- HARDING MAY ASK "If Arbuckle goes free it will be proof that jails are built for the upon Bourgeois said: poor." District Attorney Matthew

Brady declared to-day. "If this man and verified his passport and he is was a poor man he would go to jail, aboard \* Later on Briand came down and his own money and all the money of in the excitement the publicity man says the whole incident passed from

At Morse's home, No. 255 West reason she didn't go to pieces on the has certainly taken the heart out of 34th Street, it was stated he is still authorize him to revise tariff rates by

> to-day. last in Washington that the Federal gress next Tuesday. The message Grand Jury would be asked to in- will deal emphatically with the need vestigate ship contracts entered into for immediate tariff legislation to pull during the war by Morse and the American business out of its present

SHIP PROMOTER DESTROYER MAY TAKE OFF LINER



CHARLES W MORSE

# HEARS SENTENCE:

Been a Great Show," He Says —Consoles Lawyer Who Lost Hard Fight.

to have radioed the liner Paris to smiled last night for the first time tory of French jurisprudence.

"Thank you, gentlemen!" said Lanhat in a mocking how to the tury. and he disappeared through the little door leading to the Versailles jail.

While the verdict was awaited, the slaver of ten women and a boy spoke words of encouragement to his counsel, M. Moro-Giaffert, who, tired and learned this morning, sailed for worn out after his strenuous efforts France on Friday last on the steam- to save his client from death, was on ship Paris of the French Line. He the verge of collapse. "Strange it is booked passage through a clerk who that a man standing in the shadow did not know him, three days before of death should console his defender, the sailing, giving his name as C. Landru remarked at one time to

replied he preferred for personal rea- He refused to be a party to a pesons not give it. He selected state tition asking President Millerand to commute the sentence to life impris-At the pier on the day of sailing onment, which was signed, among Joseph Bourgeois, publicity man of the others, by the jurors. "I refuse to line, was verifying passports when ask for mercy," he told the latter. Morse came along. He looked at the "A man like me wants justice, not Judge Makes Girl's Custody mercy. You think I am guilty; then let me die!"

His remarks after reaching the cell were also characteristic of this according to Bourgeots, was very strange character, the record of whose gruesome deeds as unfolded in the dingy Versailles court room has drawn the attention of all France

(Continued on Second Page.)

#### TARIFF POWERS "I have just been talking to him

President Is Considering Plan to Revise Rates Himself as Relief Measure.

Harding may shortly ask Congress to Mr. Harding is considering this in Announcement was made Tuesday connection with his message to Con-

## HITCH WITH JAPAN IS OVER U. S. FORTS IN THE PACIFIC

Cavite and Guam, Not 5-5-3 Ratio, Cause of Delay on Navy Plan.

WANT NO MORE BASES.

Nippon Also Seeks Ending of Work on American Fortifications in Far East.

Bu David Lawrence. (Special Correspondent of The Eve-ning World.)

WASHINGTON, Dec. ! (Copyright, 1921).-What's behind the Japanese figures fixing the ratio of present naval strength on a basis of 5 for CLUBBER TIGHE Great Britain, 5 for the United States and 3 for the Japanese?

The Evening World correspondent has had an opportunity to examine he official correspondence passing ween Japan and the United States

the secret sessions wherein the merican Navy explains in detail the nethod by which the 5-5-8 ratio was fixed. It is an open and shut case The formula used takes account, first, of the Japanese estimate of her own strength based upon the tonnage figures she herself furnished, and also made by the Japanese and works out programme was worked out is what to its acceptance

The conclusion being generally ese themselves are saying and party the fateful from the hints they let fall in the other agreement with respect to fortifications and naval bases in the Pacific. This question has heretofore not been raised by the Japanese in the official conferences, though in the mostings with the press the Japanese delegates have emphasized the im-

portance of fortifications. The American delegation doesn't fear the introduction of the fortification problem, though of course it

(Continued on Second Page.)

#### Mother Must Quit Smoking Or Lose Child DESTROYER AGROUND

Dependent on "Uncontaminated Atmosphere."

NEW HAVEN, Dec. 1 .- Mrs. Adeine Palmer Lee, who is suing Dr. Harry M. Lee, surgeon at the Memorial Hospital, New London, for divorce, must give up smoking of cigarattes if she is to retain custody of her six-year-old daughter, according to a decision of Judge Allyn L. Brown in the Superior Court.

At the hearing on the matter of custody it was charged that Mrs. Lee smoked between 400 and 500 cigarettes weekly. She admitted that she used cigarettes, whereupon Judge Brown ordered that so long as she WASHINGTON, Dec. 1.—President had the child she should refrain from cigarettes.

> standard for the individual as to the what common sense affirms—that a for the wearer and at the same dime better if brought up in an atmosphere gives a slight waist line, which tends uncontaminated by smoke from smartness to the figure," Dr. Cope-

## FIRST CLASH TO RENEW WAR, BOTH BRITISH AND SINN FEIN FEAR, AS PEACE MOVES FAIL

Only Spark Needed to End Truce at Any Moment, Chiefs Believe, Though Lloyd George Strives for Way Out Not Yet Discovered.

LONDON, Dec. 1 (Associated Press).-The spectre of renewed bloodshed in Ireland stares the British Isles in the face in consequence of the virtual collapse of the peace negotiations which have proceeded under a truce for the last five months.

"I've Felt Much Better Than I Feel Now," He Declares Gloomily

on Departure. Former Policeman Charles Tighe start the conflagration anew. started for Sing Sing to-day to begin live years for beating Mrs. Emma takes into account every contention Ninth Avenue, July 38 last. Tighe was are formally broken off they will intaken to Police Headquarters from evitably lead to general strife. finally to r 5-5-7 every time. It is a the Tombs, where he has been since plain piece of arithmetic and the his conviction on Oct 7 except for a their entire efforts to seeking some quandary of all whe have had a few weeks spent at Bellevue under avenue of negotiation yet unexplored, chance to learn how the American treatment for the effects of alcohol- but it is believed all possibilities of ossible objection the Japanese have on which to base an appeal was de- ing the lengthy parleys which seem nied by Justice Mullan Tuesday.

While he was waiting to be fingerThe Sinn Fein has cret sessions, is that the Japanese ances in Police Headquarters and the British Crown. Ulster getting ready to agree absolutely talked with them gloomily. They fused point-mank to sorap her naval strength, but are planning to swashbuckler about him. To report- Legislature "under present condibetter than I feel now."

### BANDITS ROB MINE

Men Armed With Sawed Off Shotguns Hold Up the Argonaut in California.

SACRAMENTO, Dec. 1 .- Gold bulon to the amount of \$60,020 was obtained by bandits, armed with sawed off shotguns, who held up the Argonaut mine at Jackson, Amador County, last night, according to a report to the Sacramento Police Department to-day.

Aid Sent to Stranded Ship-Crew Reported Safe. FRANCISCO. Dec.

United States destroyer De Long went ground to-day ten miles south of San rancisco, according to a wireless roived here. The crew is reported safe, The De Long ran ashore on a rocky oast during a heavy fog. The tug reariess and Coast Guard cutters from he Golden Gate and Fort Point Staons went to give assistance.
The weather continued thick and the well heavy.

#### **NEW CORSET O. K.;** BRACES FIGURE, SAYS COPELAND

The Slight Waist Line Also Lends S/ Itness to the

Sath Street, it was stated he is still authorize him to revise tariff rates by in the city and will likely be at his executive order as an emergency redeal with the ethics of cigarette office, No. 200 Madison Avenue, life measure for American business.

Mr. Harding is considering this in "Whatever may be the correct Constant Health Commissioner of the Constant Health Commissioner of Constant Health Commissioner of Constant Health Commissioner of the Constant Health Commissi Copeland, Health Commissioner of New York, declared here to-day, "The new corset serves as a brace

Land said.

As to how long the truce will last under present conditions there is no indication Tor Sine Feiners have LEAVES FOR PRISON expressed the view that there would be ne formal denunciation of the pack by either side and this leads to the belief that any spark of combe- sel of in Ireland with the peace move-

Recent outbreaks it is pointed outsentence of from two and a haif have been passed over merely because hope was still held ous for an Lennon of No. 261 West 50th St. out in understanding. Now that this is the course of a clubbing rampage on thought to have passed, further acts which he went during a raid on the of the kind are fraught with unsnown restaurant of Patrick Coon at No. 600 possibilities, and if the negotiadions

ment apparentl; deadlooked might

The Government heads are bending ism His motion for a writ of error settlement have been exhausted dur-

The Sinn Fein has stood firm on its reached, party from things the Japan- printed with four other men who were demand for an All-Ireland Parliament being taken to Sing Sing. Tighe sent as the basis of settlement, at the same for several of his former acquaint- time refusing to concede allegiance to to the American estimate of existing found nothing of the daredevil; Parliament to enter an All-Ireland condition their acceptance upon an- ers he said only: "I have felt much tions" on the ground that she would thereby come directly under the control of the numerically superior

> South. The latest plan, that for an All-OF \$60,000 IN GOLD Ireland Parliament under which UIster could retain her existing rights until, or unless, she changed her mind, has fallen to the ground under the formal statement by the Sing Vein delegation here that it cannot be considered.

As a result, in both Government and Irish circles the opinion is express that nothing short of a miracle can avert complete collapse of the negotiations and resumption of the warfare in Ireland. Preservation of the truce, what-

ever may happen to the peace negotiations, is being urged by a considerable section of the British press, NEAR SAN FRANCISCO at is suggested that this be achieved. through adjournment of the conference to a fixed date a month or six weeks hence.

The Sinn Fein publicity department here reiterated this forenoon that it expected further meetings between the Government and the Sinn Fein delegates, and it is believed arrangements regarding the truce will be considered at the next meeting.

The original truce terms provided no plan for its cessation, and it is felt, it is said, that even if it develops that hostilities must be renewed provision should be made fixing a definite date for abandonment of the pact instead of letting the truce break down without notice, which has been considered in many quarters the probable outcome.

#### SINN FEIN READY TO RENEW FIGHT, DE VALERA WARNS

"We Cannot Go Any Further," Says Leader, Blaming Others if Peace Fails.

ENNIS, Ireland, Dec. 1 .- In an address delivered here yesterday at the